

# **FISCAL NOTE**

## **SB 1281 - HB 1390**

March 10, 1999

**SUMMARY OF BILL:** Terminates the present private prison contract for South Central Correctional Facility under the Private Prison Contracting Act and gives correctional officers preference for hiring at the Department of Correction.

### **ESTIMATED FISCAL IMPACT:**

**Decrease State Revenues - Exceeds \$100,000**

**Increase State Expenditures - \$659,600**

Estimate assumes:

- a \$1.20 increase per inmate per day in cost for the Department of Correction to operate the South Central Correctional Facility based upon a comparison of the cost of operation for Northwest Correctional Complex. Current contract provisions allow for the right to cancel the contract for the operation of South Central Correctional Facility without cause.
- a decrease in state revenues as the result of sales, franchise and excise taxes and other state taxes that would not be collected as the result of eliminating private vendor operation of the South Central Correctional facility.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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